Council approval of the following revisions to the DLIS amendment is contingent upon the Central Valley Flood Projection Board's approval of the MOU and associated joint implementation plan set forth in Attachment 1 of this staff report, without modification, at its June 23, 2017 Board meeting.

The Council hereby amends page 44 of the March 23, 2017, Council-endorsed DLIS amendment to add new lines 15 *et seq.*, in order to insert the following language:

-OR-

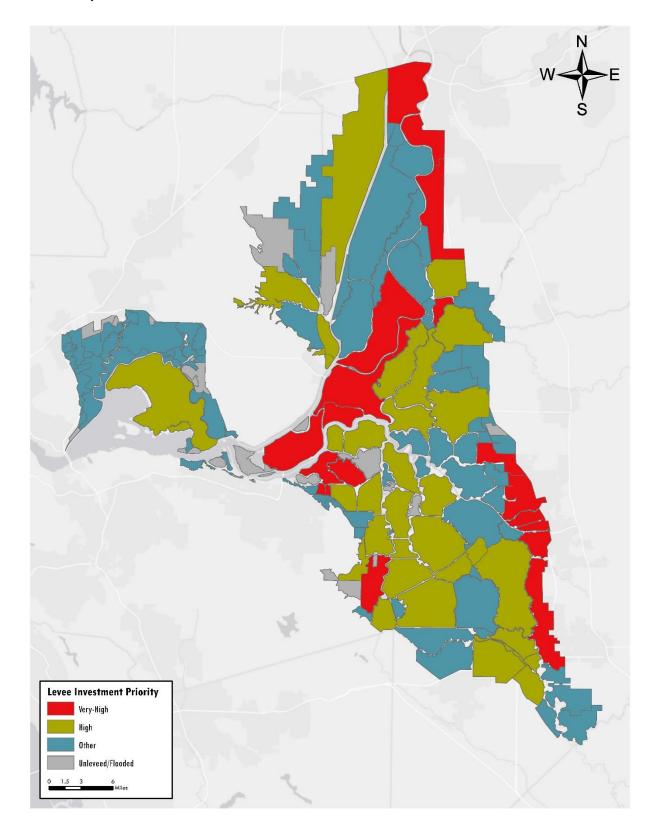
## RR RX. Prioritization of State Investments in Delta Levees and Risk Reduction

A. Fund levee maintenance. Funding for maintenance of levees should continue to be available throughout the Delta where authorized by Water Code section 12980 et. seq.

B. Prioritize levee improvements. The priorities listed below should guide State discretionary investments in the improvement and major rehabilitation of Delta levees. As DWR selects levee improvement projects for funding through its levee funding programs, it should fund projects at the very high priority islands or tracts, subject to its consideration of the benefits, costs, engineering considerations, and other factors, before approving projects at high priority or other priority tracts. If available funds are sufficient to fully fund levee improvements at the very high priority tracts, then funds for improvements or major rehabilitation of levees on high priority islands and tracts should be provided, and after those projects have been fully funded, then projects at other priority islands and tracts should be funded.

The Department of Water Resources should certify projects' consistency with this recommendation when its funding decisions are made and should report annually to the Council about its decisions to award State funds for Delta levee improvements, including the location of each funded improvement, the priority of the affected islands or tracts, the improvements funded, including the relevant levee improvement type, habitat mitigation or enhancement features, estimated reduction in levee fragility, expected reduction in annual fatalities and damages, State funds awarded, and local or federal matching funds.

## Preliminary Draft Delta Levees Investment Priorities



## **DLIS Priorities**

Very High Priority	BETHEL ISLAND, BISHOP/DLIS-14 (NORTH STOCKTON), BRANNAN-ANDRUS, BYRON TRACT, CENTRAL STOCKTON, DUTCH SLOUGH, GRAND ISLAND, JERSEY ISLAND, MAINTENANCE AREA 9 NORTH, MAINTENANCE AREA 9 SOUTH, MCCORMACK-WILLIAMSON TRACT, NORTH STOCKTON, RECLAMATION DISTRICT 17, SHERMAN ISLAND, TWITCHELL ISLAND, UPPER ANDRUS ISLAND, WEST SACRAMENTO
High Priority	BACON ISLAND, BOULDIN ISLAND, BRADFORD ISLAND, CLIFTON COURT FOREBAY, DLIS-08 (DISCOVERY BAY AREA), DLIS-20 (YOLO BYPASS), DLIS-22 (RIO VISTA), DLIS-63 (GRIZZLY ISLAND AREA), DREXLER TRACT, GLANVILLE, HASTINGS TRACT, HOLLAND TRACT, HONKER BAY, HONKER LAKE TRACT, HOTCHKISS TRACT, JONES TRACT (LOWER AND UPPER), LITTLE EGBERT TRACT, MANDEVILLE ISLAND, MCDONALD ISLAND, MIDDLE & UPPER ROBERTS ISLAND, MOSSDALE ISLAND, NEW HOPE TRACT, PALM-ORWOOD, PARADISE CUT, PARADISE JUNCTION, PESCADERO DISTRICT, STATEN ISLAND, STEWART TRACT,
Other Priority	WEBB TRACT, WOODWARD ISLAND  ATLAS TRACT, BIXLER TRACT, BRACK TRACT, CACHE HAAS AREA, CANAL RANCH TRACT CHIPPS ISLAND, CONEY ISLAND, DEAD HORSE ISLAND, DLIS-01 (PITTSBURG AREA), DLIS-06 (OAKLEY AREA), DLIS-07 (KNIGHTSEN AREA), DLIS-10, DLIS-15, DLIS-17, DLIS-18, DLIS-19 (GRIZZLY SLOUGH AREA), DLIS-25, DLIS-26 (MORROW ISLAND), DLIS-27, DLIS-28, DLIS-29, DLIS-30, DLIS-31 (GARABALDI UNIT), DLIS-32, DLIS-33, DLIS-34, DLIS-35, DLIS-36, DLIS-37 (CHADBOURNE AREA), DLIS-39, DLIS-40, DLIS-41 (JOICE ISLAND AREA), DLIS-43 (POTRERO HILLS AREA), DLIS-44 (HILL SLOUGH UNIT), DLIS-46, DLIS-47, DLIS-48, DLIS-49, DLIS-50, DLIS-51, DLIS-52, DLIS-53, DLIS-54, DLIS-55, DLIS-56, DLIS-57, DLIS-59, DLIS-62, DREXLER POCKET, EGBERT TRACT, EHRHEARDT CLUB, EMPIRE TRACT, FABIAN TRACT, FAY ISLAND, GLIDE DISTRICT, HOLT STATION, KASSON DISTRICT, KING ISLAND, LIBBY MCNEIL, LISBON DISTRICT, LOWER ROBERTS ISLAND, MCMULLIN RANCH, MEDFORD ISLAND, MEIN'S LANDING, MERRITT ISLAND, NETHERLANDS, PEARSON DISTRICT, PETERS POCKET, PICONAGLEE, PROSPECT ISLAND, QUIMBY ISLAND, RANDALL ISLAND, RINDGE TRACT, RIO BLANCO TRACT, RIVER JUNCTION, ROUGH AND READY ISLAND, RYER ISLAND, SHIMA TRACT, SHIN KEE TRACT, STARK TRACT, SUNRISE CLUB, SUTTER ISLAND, UNION ISLAND EAST, VEALE TRACT, VENICE ISLAND, WALNUT GROVE, WALTHALL, WETHERBEE LAKE, WINTER ISLAND, WRIGHT-ELMWOOD TRACT, YOLANO

When DWR's contributions towards levee improvements vary from these priorities, it should identify how the funding is inconsistent with this guidance, describe why variation from the priorities is necessary, and explain how the funding nevertheless protects lives, property, and the State's interests in water supply reliability and restoration, protection, and enhancement of the Delta ecosystem while considering the Delta's unique agricultural, natural, historic, and cultural values.